COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT LEGISLATIVE RESEARCH COMMISSION 2021 REGULAR SESSION

MEASURE

2021 BR NUMBER <u>949</u>

SENATE BILL NUMBER 55

TITLE AN ACT relating to copayments by medical assistance recipients.

SPONSOR Senator Stephen Meredith

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN
OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ☐ ACTUARIAL ANALYSIS ☐ LOCAL MANDATE ☐ CORRECTIONS IMPACT ☐ HEALTH BENEFIT MANDATE
APPROPRIATION UNIT(S) IMPACTED: Department for Medicaid Services
FUND(S) IMPACTED: ⊠ GENERAL ☐ ROAD ⊠ FEDERAL ☐ RESTRICTED

FISCAL ESTIMATES	2020-2021	2021-2022	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES		\$2,900,000 GF	\$2,900,000 GF
		\$8,800,000 FF	\$8,800,000 FF
NET EFFECT		(\$2,900,000) GF	(\$2,900,000) GF
		(\$8,800,000) FF	(\$8,800,000) FF

^() indicates a decrease/negative

<u>PURPOSE OF MEASURE</u>: The purpose of the measure is to prohibit the imposition of copayments for services provided under the Medicaid program.

FISCAL EXPLANATION: The Department for Medicaid Services (DMS) estimates that the legislation would result in increased Medicaid expenditures of approximately \$11.7 million. Federal Medicaid match rates vary according to the particular Medicaid eligibility group. Assuming a blended match rate of 25 percent General Fund, DMS estimates that there would be a fiscal impact of \$2.9 million in General Fund and \$8.8 million in Federal Funds in increased Medicaid expenditures.

DATA SOURCE(S): Cabinet for Health and Family Services

PREPARER: Miriam Fordham NOTE NUMBER: 3 REVIEW: JAB DATE: 2/1/2021

Page 1 of 1 LRC 2021-BR949-SB55